

Headquarters U.S. Air Force

Integrity - Service - Excellence

Inventory Efficiency AF Approach to PBD 422 Update



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**HQ AF/ILGP
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Overview

- **Background**
- **Tinker and Lackland Initiatives**
- **What's Next?**
- **Summary**



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Background

- **PBD 422 eliminated DLA managed Service owned retail inventory**
- **AF submitted three alternatives ; OSD approved**
 - **Eliminate co-located stocks at ALCs**
 - **Push vs Pull at operational bases (TBD)**
 - **Regional stockage of low demand items (FY 04)**
 - **Provide visibility and usage data to DLA**
- **Tinker selected as initial test site**
- **Different initiative at Lackland added later**



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Tinker Initiative

- **Tinker initiative eliminates co-located stocks**
- **Joint AF/DLA working groups**
 - **Materiel Management**
 - **Financial**
- **Initial candidate items selected (??? Items)**
 - **Tinker only user**
 - **AF will attrit stocks**
 - **Provide DLA usage data during attrition**
- **Draft business rules developed and in coordination**



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Tinker Initiative ***(cont'd)***

- **Metrics being finalized**
 - **Customer Wait Time**
 - **Physical Delivery Time**
 - **Supply Availability**
 - **Backorder Age**
 - **Financial (cost savings and avoidance)**
- **Next meeting scheduled for 29 May**
 - **Finalize processes and business rules**
 - **Start high level coordination**
 - **Start initiative 30 Jun 03**



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Lackland Initiative

- **Initiative with DSCP to contract Apparel Research Network to run issue function**
- **Transfer materiel to DLA for basic military training clothing support**
 - **MOA developed between AETC and DSCP**
- **Obtained SAF/FMB approval to transfer \$1M in inventory to DLA**
- **Site survey scheduled for Jun 03**
- **Start date scheduled for 1 Oct 03**
 - **Working to accelerate start date**



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What's Next?

- **Eliminate co-located stocks at other ALC's**
 - **Identify stocks common to other ALC's**
 - **Develop business rules and metrics**
- **Transfer support for Junior ROTC clothing requirements to DLA**
 - **Identifying POC's at each location**
 - **Begin transfer in FY 04**



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Summary

- **Both initiatives progressing well**
- **Some concern about stock outages at ALC's**
- **However, no major issues identified**
- **Working groups very effective**
- **Quarterly reviews on both initiatives**